



CATHOLIC EDUCATION
FOUNDATION

Donate Appreciated Securities to Receive Bigger Tax Savings

You can maximize the power of your giving by donating long-term appreciated securities directly to the Catholic Education Foundation. By donating your appreciated securities (stocks, bonds, mutual funds, etc.) directly to CEF, instead of selling the security and donating the cash, you will avoid costly capital gains on their appreciation, increasing your donation while decreasing your tax exposure.

The more highly appreciated your security, the more capital gains tax you will avoid. Additionally, if you have a Kansas state income tax liability, you can further your savings by donating stock directly to the CEF Tax Credit Scholarship Program. Effective July 1, 2023, you can receive a 75% Kansas income tax credit with a qualified gift to CEF.

Scenario 1: Stock value of \$25,000 contributed with a basis of \$15,000 that was held at least 1 year. Taxpayer in 35% tax bracket for Fed and 5.7% for KS		Scenario 2: Stock value of \$100,000 contributed with a basis of \$40,000 that was held at least 1 year. Taxpayer in 35% tax bracket for Fed and 5.7% for KS	
Contribution to CEF	\$25,000	Contribution to CEF	\$100,000
Tax Credit	(\$18,750)	Tax Credit	(\$75,000)
Amount eligible for federal charitable deduction	\$6,250	Amount eligible for federal charitable deduction	\$25,000
Federal Tax Rate	35%	Federal Tax Rate	35%
Federal tax savings for charitable deduction	(\$2,188)	Federal tax savings for charitable deduction	(\$8,750)
Net cost of gift prior to forgone tax on appreciated assets	\$4,062	Net cost of gift prior to forgone tax on appreciated assets	\$16,250
Appreciated asset amount (\$25,000 - \$15,000)	\$10,000	Appreciated asset amount (\$100,000 - \$40,000)	\$60,000
Fed Tax Savings from Capital Gains @ 20%	(\$2,000)	Fed Tax Savings from Capital Gains @ 20%	(\$12,000)
KS Tax Savings from Capital Gains @ 5.7%	(\$570)	KS Tax Savings from Capital Gains @ 5.7%	(\$3,420)
Net cost of gift after forgone tax on appreciated assets	\$1,492	Net cost of gift after forgone tax on appreciated assets	\$830

Consult your tax advisor for details about your unique circumstances. These illustrations are meant as examples only; results may vary. CEF does not provide tax advice.

For more information about donating stocks/mutual funds or the Tax Credit Scholarships Program, contact Michela Márquez at 913.721.1572 or by email at mmarquez@cefks.org.